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Financing of the activities arising from Security Council resolution 687 (1991): United Nations Iraq-Kuwait Observation Mission

Report of the Secretary-General

Addendum

Summary

The present report contains the financial performance report of the United Nations Iraq-Kuwait Observation Mission (UNIKOM) for the period from 1 January to 30 June 1996. The total resources provided for the period amount to \$30 million gross (\$28,693,000 net), while the related expenditures amount to \$25,396,800 gross (\$24,373,000 net). This resulted in an unencumbered balance of \$4,603,200 gross (\$4,320,000 net).

While savings were realized under all major budget line items, the reduction of the number of military observers and the postponement or cancellation of projects under premises/accommodation and infrastructure repairs, in particular, contributed to the savings.

The action to be taken by the General Assembly, as contained in paragraph 10 of the present report, is a decision to credit Member States their respective share in the unencumbered balance.

Contents

	<i>Paragraphs</i>	<i>Page</i>
I. Introduction	1 - 4	3
II. Financial performance for the period from 1 January to 30 June 1996	5 - 9	3
III. Actions to be taken by the General Assembly at its fifty-first session	10	4

Annexes

I. Financial performance report for the period from 1 January to 30 June 1996	5
II. Supplementary information on the financial performance report for the period from 1 January to 30 June 1996	10
III. Planned and actual deployment of civilian and military personnel for the period from 1 January to 30 June 1996	17
A. Summary table	17
B. Breakdown by personnel category	18
IV. Authorized staffing, incumbency and vacancy rate for the period from 1 January to 30 June 1996	20

I. Introduction

1. On 9 October 1996, the Security Council reviewed the question of the termination or continuation of the United Nations Iraq-Kuwait Observation Mission (UNIKOM) as well as its modalities of operation in accordance with resolution 689 (1991) of 9 April 1991. In a letter dated 9 October 1996 (S/1996/840), the President of the Security Council informed the Secretary-General that the members of the Council concurred with the recommendation of the Secretary-General that UNIKOM be maintained and that the Council had decided to review the question once again by 4 April 1997.
2. For the maintenance of UNIKOM for the period from 1 July 1995 to 30 June 1996, the General Assembly, in its resolution 49/245 of 12 July 1995, approved the amount of \$60 million gross (\$57,386,000 net), of which two-thirds share, equivalent to \$38,257,300 net, would be funded from the voluntary contributions from the Government of Kuwait. By the same resolution, the Assembly authorized the Secretary-General to enter into commitments in the amount of \$1,811,900 gross (\$1,594,100 net) per month, equivalent to one third of the cost of UNIKOM, to be assessed on Member States, subject to the review by the Security Council with regard to the question of termination or continuation of UNIKOM. The amount of \$21,742,800 gross (\$19,129,200 net) was subsequently appropriated by the General Assembly in its resolution 50/234 of 7 June 1996.
3. The cost estimates for the period from 1 July 1995 to 30 June 1996, were based on a force strength of 255 military observers, 910 contingent personnel and up to 259 internationally and locally recruited civilian staff.
4. In paragraph 12 of his report of 1 April 1996 to the Security Council (S/1996/225), the Secretary-General indicated a modest streamlining of UNIKOM, reducing through April 1997 the number of military observers by about 50. The phased reduction in the number of military observers, from a total of 244 military observers in April 1996 to 221 in June 1996, is shown in annex II, table 1 and in annex III.

II. Financial performance for the period from 1 January to 30 June 1996

5. Annex I, column 1, sets out by budget line item the prorated cost estimates for the six-month period from 1 January to 30 June 1996 as contained in annex III to document A/49/863 of 20 March 1996. The apportionment of the resources approved by the General Assembly in its resolution 49/245 is shown in column 2, the expenditures are shown in column 3 and the savings or overruns are set out in column 4. Supplementary information in respect of the expenditures is contained in annex II.
6. The planned and actual deployment of civilian and military personnel for the reporting period is contained in annex III. Annex IV provides the authorized staffing, incumbency and vacancy rates for military and civilian personnel for the reporting period.
7. As shown in annex I, column 2, the total prorated resources made available to UNIKOM for the period from 1 January to 30 June 1996 amounted to \$30,000,000 gross (\$28,693,000 net). Expenditures for the period (column 3) were \$25,396,800 gross (\$24,373,000 net).
8. Expenditures incurred during the period from 1 January to 30 June 1996 were lower than estimated, resulting in savings under major budget line items as follows: military personnel costs (\$1,735,000), civilian personnel costs (\$948,600), premises/ accommodation (\$589,700), infrastructure repairs (\$50,200), transport operations (\$70,700), air operations (\$463,600), communications (\$98,300), other equipment (\$123,700), supplies and services (security services) (\$181,700), training programmes (\$18,500), mine-clearing programmes (\$34,200), air and surface freight (\$5,800) and staff assessment (\$283,200). Expenditures include the UNIKOM share in the amount of \$100,000 for the ad hoc financing of the United Nations Logistics Base at Brindisi for the period under the headings of premises/accommodation (\$43,800), transport operations (\$7,200), communications (\$6,000) and supplies and services (\$43,000).

9. The above savings were mainly due to a reduction in mission subsistence allowance rates effective 1 March 1996, as well as the phased reduction in the number of military observers from 224 at the beginning of April 1996 to 221 at the end of June 1996. Moreover, in the context of the streamlining exercise of UNIKOM, construction projects were either postponed or cancelled.

III. Actions to be taken by the General Assembly at its fifty-first session

10. The action to be taken by the General Assembly at its fifty-first session in connection with the financing of UNIKOM is a decision to credit Member States their respective share in the unencumbered balance of \$4,603,200 gross (\$4,320,000 net) for the period from 1 January to 30 June 1996.

Annex I

Financial performance report for the period from 1 January to 30 June 1996

(Thousands of United States dollars)

	(1) Original cost estimates (prorated)	(2) Apportionment	(3) Total expenditures	(4) Unliquidated obligations	(5) Savings/ (overruns) (2-3)
1. Military personnel costs					
<i>(a) Military observers</i>					
Mission subsistence allowance	5 434.4	5 434.4	4 336.4	—	1 098.0
Travel costs	488.0	488.0	431.8	270.1	56.2
Clothing and equipment allowance	25.5	25.5	22.2	—	3.3
Subtotal	5 947.9	5 947.9	4 790.4	270.1	1 157.5
<i>(b) Military contingents</i>					
Standard troop cost reimbursement	5 644.6	5 644.6	5 571.1	5 571.1	73.5
Welfare	66.9	66.9	121.1	—	(54.2)
Rations	1 478.7	1 478.7	1 358.2	603.7	120.5
Daily allowance	214.2	214.2	212.7	40.9	1.5
Mission subsistence allowance	—	—	—	—	—
Emplacement, rotation and repatriation of troops	637.0	637.0	207.3	174.8	429.7
Clothing and equipment allowance	384.1	384.1	377.6	377.5	6.5
Subtotal	8 425.5	8 425.5	7 848.0	6 768.0	577.5
<i>(c) Other costs pertaining to military personnel</i>					
Contingent-owned equipment	839.0	839.0	839.0	—	—
Death and disability compensation	160.0	160.0	160.0	—	—
Subtotal	999.0	999.0	999.0	—	—
Total, line 1	15 372.4	15 372.4	13 637.4	7 038.1	1 735.0
2. Civilian personnel costs					
<i>(a) Civilian police</i>	—	—	—	—	—
<i>(b) International and local staff</i>					
International staff salaries	1 867.7	1 867.7	1 763.2	—	104.5
Local staff salaries	1 993.0	1 993.0	1 812.6	—	180.4
Consultants	—	—	—	—	—
Overtime	—	—	3.9	—	(3.9)
General temporary assistance	—	—	2.5	—	(2.5)
Common staff costs	2 038.5	2 038.5	1 753.6	—	284.9
Mission subsistence allowance	1 500.6	1 500.6	1 125.2	—	375.4
Travel to and from the mission area	—	—	—	—	—
Other travel costs	17.5	17.5	7.7	—	9.8
Subtotal	7 417.3	7 417.3	6 468.7	—	948.6
<i>(c) International contractual personnel</i>	—	—	—	—	—
<i>(d) United Nations Volunteers</i>	—	—	—	—	—

	(1) <i>Original cost estimates (prorated)</i>	(2) <i>Apportionment</i>	(3) <i>Total expenditures</i>	(4) <i>Unliquidated obligations</i>	(5) <i>Savings/ (overruns) (2-3)</i>
(e) <i>Government-provided personnel</i>	—	—	—	—	—
(f) <i>Civilian electoral observers</i>	—	—	—	—	—
Total, line 2	7 417.3	7 417.3	6 468.7	—	948.6
3. Premises/accommodation					
Rental of premises	—	—	—	—	—
Alteration and renovation of premises	100.0	72.1	22.4	15.0	49.7
Maintenance supplies	109.8	84.9	74.8	45.3	10.1
Maintenance services	337.0	260.9	139.4	80.4	121.5
Utilities	120.0	92.9	86.2	54.8	6.7
Construction/prefabricated buildings	600.0	413.9	12.2	12.2	401.7
Total, line 3	1 266.8	924.7	335.0	207.7	589.7
4. Infrastructure repairs					
Upgrading of airstrips	36.5	24.7	—	—	24.7
Upgrading of roads	50.0	42.3	16.8	—	25.5
Repair of bridges	—	—	—	—	—
Total, line 4	86.5	67.0	16.8	—	50.2
5. Transport operations					
Purchase of vehicles	363.4	95.4	—	—	95.4
Rental of vehicles	—	—	—	—	—
Workshop equipment	22.0	16.9	19.2	0.9	(2.3)
Spare parts, repairs and maintenance	607.8	615.9	596.7	—	19.2
Petrol, oil and lubricants	504.3	245.7	276.3	—	(30.6)
Vehicle insurance	128.1	93.5	104.5	26.2	(11.0)
Total, line 5	1 625.6	1 067.4	996.7	27.1	70.7
6. Air operations					
(a) <i>Helicopter operations</i>					
Hire/charter costs	1 476.0	1 142.7	821.3	497.8	321.4
Aviation fuel and lubricants	136.6	83.0	80.9	27.8	2.1
Positioning/depositioning costs	—	—	—	—	—
Resupply flights	—	—	—	—	—
Painting/preparation	—	—	—	—	—
Liability and war-risk insurance	48.0	34.9	—	—	34.9
Subtotal	1 660.6	1 260.6	902.2	525.6	358.4
(b) <i>Fixed-wing aircraft</i>					
Hire/charter costs	330.0	255.5	204.5	—	51.0
Aviation fuel and lubricants	227.7	133.4	70.4	33.3	63.0
Position/depositioning costs	—	—	—	—	—
Painting/preparation	—	—	—	—	—
Resupply flights	—	—	—	—	—
Liability and war-risk insurance	24.0	17.9	5.9	—	12.0
Subtotal	581.7	406.8	280.8	33.3	126.0
(c) <i>Aircrew subsistence allowance</i>	37.1	20.3	15.8	—	4.5

	(1) Original cost estimates (prorated)	(2) Apportionment	(3) Total expenditures	(4) Unliquidated obligations	(5) Savings/ (overruns) (2-3)
<i>(d) Other air operations</i>					
Air traffic control services and equipment	—	—	—	—	—
Landing fees and ground handling	22.3	14.1	39.4	—	(25.3)
Fuel storage and containers	—	—	—	—	—
Subtotal	22.3	14.1	39.4	—	(25.3)
Total, line 6	2 301.7	1 701.8	1 238.2	558.9	463.6
7. Naval operations	—	—	—	—	—
8. Communications					
<i>(a) Complementary communications</i>					
Communications equipment	163.0	113.6	66.6	29.7	47.0
Spare parts and supplies	102.9	79.7	63.1	—	16.6
Workshop and test equipment	37.0	28.5	4.0	1.9	24.5
Commercial communications	131.3	105.4	95.2	20.8	10.2
Subtotal	434.2	327.2	228.9	52.4	96.3
<i>(b) Main trunking contract</i>	—	—	—	—	—
Total, line 8	434.2	327.2	228.9	52.4	96.3
9. Other equipment					
Office furniture	27.6	21.7	3.4	—	18.3
Office equipment	16.5	12.8	0.8	—	12.0
Data-processing equipment	31.4	24.3	42.6	4.8	(18.3)
Generators	—	—	—	—	—
Observation equipment	31.4	24.4	2.8	2.8	21.6
Petrol tank plus metering equipment	30.0	23.3	—	—	23.3
Water and septic tanks	—	—	—	—	—
Medical and dental equipment	12.0	9.1	13.1	—	(4.0)
Accommodation equipment	41.5	32.2	20.8	—	11.4
Refrigeration equipment	—	—	—	—	—
Miscellaneous equipment	21.3	16.4	29.8	23.3	(13.4)
Field defence equipment	—	—	—	—	—
Spare parts, repairs and maintenance	163.3	126.3	53.5	19.9	72.8
Water purification equipment	—	—	—	—	—
Total, line 9	375.0	290.5	166.8	90.8	123.7
10. Supplies and services					
<i>(a) Miscellaneous services</i>					
Audit services	19.5	14.1	14.1	14.1	—
Contractual services	463.7	347.9	324.9	217.4	23.0
Data-processing services	—	—	—	—	—
Security services	—	—	43.0	—	(43.0)
Medical treatment and services	9.4	35.0	34.0	6.0	1.0
Claims and adjustments	54.0	41.7	—	—	41.7

	(1) Original cost estimates (prorated)	(2) Apportionment	(3) Total expenditures	(4) Unliquidated obligations	(5) Savings/ (overruns) (2-3)
Official hospitality	11.0	8.7	1.4	—	7.3
Miscellaneous other services	54.0	41.7	10.3	3.7	31.4
Subtotal	611.6	489.1	427.7	241.2	61.4
<i>(b) Miscellaneous supplies</i>					
Stationery and office supplies	49.0	41.7	48.0	22.1	(6.3)
Medical supplies	20.1	15.8	16.5	12.6	(0.7)
Sanitation and cleaning materials	33.7	26.0	20.0	—	6.0
Subscriptions	4.2	3.3	10.4	10.3	(7.1)
Electrical supplies	73.8	57.2	23.3	17.1	33.9
Ballistic protective blankets for vehicles	—	—	—	—	—
Uniform items, flags and decals	42.7	32.9	11.1	9.9	21.8
Field defence stores	50.0	38.6	—	—	38.6
Operational maps	3.6	2.9	2.9	2.9	—
Quartermaster and general stores	123.0	95.2	61.1	17.8	34.1
Subtotal	400.1	313.6	193.3	92.7	120.3
Total, line 10	1 011.7	802.7	621.0	333.9	181.7
11. Elec:ion-related supplies and services	—	—	—	—	—
12. Public information programmes	—	—	—	—	—
13. Training programmes					
Consultants	—	—	—	—	—
Consultants' travel	—	—	—	—	—
Training equipment	—	—	—	—	—
Training materials	—	—	—	—	—
Miscellaneous services	24.0	18.7	0.2	0.2	18.5
Total, line 13	24.0	18.7	0.2	0.2	18.5
14. Mine-clearing programmes					
<i>(a) Acquisition of equipment</i>	—	—	—	—	—
<i>(b) Supplies, services and operating costs</i>					
Wages and food supplement	—	—	—	—	—
Miscellaneous services	—	—	—	—	—
Miscellaneous supplies	44.3	34.2	—	—	34.2
Subtotal	44.3	34.2	—	—	34.2
Total, line 14	44.3	34.2	—	—	34.2
15. Assistance for disarmament and demobilization	—	—	—	—	—
16. Air and surface freight					
Transport of contingent-owned equipment	—	—	—	—	—
Military airlifts	—	—	—	—	—
Commercial freight and cartage	50.0	38.6	32.8	—	5.8
Total, line 16	50.0	38.6	32.8	—	5.8
17. United Nations Logistics Base, Brindisi	—	—	—	—	—

	(1) Original cost estimates (prorated)	(2) Apportionment	(3) Total expenditures	(4) Unliquidated obligations	(5) Savings/ (overruns) (2-3)
18. Support account for peacekeeping operations	630.5	630.5	630.5	—	—
19. Staff assessment	1 307.0	1 307.0	1 023.8	—	283.2
Total, lines 1-19	31 947.0	30 000.0	25 396.8	8 269.1	4 603.2
20. Income from staff assessment	(1 307.0)	(1 307.0)	(1 023.8)	—	(283.2)
21. Voluntary contributions in kind (budgeted)	—	—	—	—	—
Total, lines 20-21	(1 307.0)	(1 307.0)	(1 023.8)	—	(283.2)
Gross requirements	31 947.0	30 000.0	25 396.8	8 269.1	4 603.2
Net requirements	30 640.0	28 693.0	24 373.0	8 269.1	4 320.0
22. Voluntary contributions in kind (non-budgeted)	—	—	—	—	—
Total resources	30 640.0	28 693.0	24 373.0	8 269.1	4 320.0

Annex II

Supplementary information on the financial performance report for the period from 1 January to 30 June 1996

Savings/(overruns)
(United States dollars)

1. Military personnel costs

(a) *Military observers* 1 157 500

1. *Mission subsistence allowance.* Savings of \$1,098,000 were realized owing to the reduction in applicable mission subsistence allowance rates with effect from 1 March 1996 in the demilitarized zone (from \$115 per day to \$90 per day) and in Kuwait (from \$115 per day to \$75 per day). Savings were also due in part to the phased reduction in the number of military observers as shown in table 1 below.

Table 1 Phasing out of military observers

Date	Number of military observers
31 January 1996	244
28 February	244
31 March	244
30 April	238
31 May	233
30 June	221

2. *Travel costs.* While provision was made for the round-trip travel of 122 military observers at \$4,000 per round-trip, the phased reduction of 23 military observers during the reporting period resulted in savings of \$56,200.
3. *Clothing and equipment allowance.* Savings of \$3,300 were realized for the reason stated in paragraph 1 above.

(b) *Military contingents* 577 500

4. Savings totalling \$631,700 were realized under standard troop costs reimbursement (\$73,500), rations (\$120,500), daily allowance (\$1,500), emplacement, rotation and repatriation of troops (\$429,700) and clothing and equipment allowance (\$6,500), which were offset in part by additional requirements of \$54,200 under welfare.
5. *Standard troop cost reimbursement and clothing and equipment allowance.* Savings under these budget line items (\$73,500 and \$6,500, respectively) were due to the fact that requirements were estimated at an average of 910 troops, while the actual number on board averaged 901 during the period.
6. *Welfare.* Additional expenditures of \$54,200 were incurred under welfare owing to the cost of postage, for which no budgetary provision had been made.
7. *Rations.* Savings of \$120,500 under rations were due to lower prices for meals under the new contract effective from 1 March 1996 and the lower number of contingent personnel on board, as indicated in

paragraph 5 above. The daily cost of meal rations has been reduced to \$5.95 per day per contingent personnel, as compared with the budgeted cost of \$7.50 per day.

8. *Emplacement, rotation and repatriation of troops.* The amount apportioned for the reporting period provided for the round-trip rotation travel of 775 infantry personnel and 135 support personnel. However, the bulk of the rotation travel was undertaken in December 1995 when 775 Bangladesh battalion contingent personnel rotated, resulting in savings of \$429,700.
- (c) *Other costs pertaining to military personnel* —
9. *Death and disability compensation.* The amount allocated under this heading has been fully obligated to cover potential claims from death, disability or injury of military personnel.
2. **Civilian personnel costs**
- (a) *Civilian police* —
10. No provision was made under this heading.
- (b) *International and local staff* 948 600
11. The cost estimate was based on a total strength of 259 civilian staff (13 Professional, 49 Field Service, 21 General Service and 176 local staff), and the vacancy rate applied was 15 per cent for international staff and 5 per cent for local staff. As shown in annex IV, the average vacancy rates of civilian staff throughout the period averaged 18 per cent for international staff, and 21 per cent for local staff.
12. *International staff salaries.* While provision was made on the basis of a 15 per cent vacancy factor, the actual average vacancy rate of 18 per cent resulted in savings of \$104,500.
13. *Local staff salaries.* Savings of \$180,400 under local staff salaries were attributable to the lower number of local staff on board.
14. *Common staff costs.* Savings of \$284,900 were due to the lower number of civilian staff on board.
15. *Overtime and general temporary assistance.* No provisions were made under overtime and general temporary assistance, resulting in overexpenditures of \$3,900 and \$2,500 respectively.
16. *Mission subsistence allowance.* Savings of \$375,400 were due to the payment of mission subsistence allowance at the reduced rates of \$90 in the demilitarized zone and \$75 in Kuwait with effect from 1 March 1996, as indicated in paragraph 1 above.
17. *Other travel costs.* Fewer trips than estimated were undertaken during the period, resulting in savings of \$9,800 under this heading.
- (c) *International contractual personnel* —
- (d) *United Nations Volunteers* —
- (e) *Government-provided personnel* —
- (f) *Civilian electoral observers* —
18. No provision was made under these headings.

3. **Premises/accommodation** 589 700
19. The savings of \$589,700 under this heading were realized from alteration and renovation of premises (\$49,700), maintenance supplies (\$10,100), maintenance services (\$121,500), utilities (\$6,700) and construction/prefabricated buildings (\$401,700). The streamlining of UNIKOM was initiated during the period; it involved reductions in staff positions at the mission and sector headquarters, as well as at the patrol observation bases. As a result of the streamlining of UNIKOM, sector headquarters were reduced from three to two. In this context, a review of infrastructure requirements was necessary in view of possible further changes in operational and logistical concepts. As a result, some of the projects were either cancelled or postponed.
20. *Alteration and renovation of premises.* Alterations and renovation of workshops and the warehouse were postponed owing to the possible consolidation of transport workshops and supply warehouse facilities from Kheitan to the demilitarized zone. The installation of oil waste storage tanks and the upgrading of the Umm Qasr reservoir were also postponed, which contributed to the savings of \$49,700 under this heading.
21. *Maintenance supplies.* Savings of \$10,100 were realized because procurement of miscellaneous construction supplies for maintenance and repairs were kept to minimum level for the reasons explained in paragraphs 19 and 20 above.
22. *Maintenance services.* Provision was made for the purchase of required materials for the improvement of the grounds at the sector's platoon camps and other locations, including shaded areas for vehicles and for fuel tanks. Provision was also made for the UNIKOM share of the cost of repairs, maintenance and other common services for the liaison office at Baghdad. For the reasons explained in paragraphs 19 and 20 above, requirements for maintenance services were lower than estimated, resulting in savings of \$121,500.
23. *Utilities.* While provision was made at an average monthly cost of \$15,500, the actual monthly average cost during the reporting period was \$14,400, resulting in savings of \$6,700.
24. *Construction/prefabricated buildings.* For the reasons explained in paragraphs 19 and 20 above, envisaged construction projects such as the construction of two 5,000 square metre warehouses and a garbage shelter at Umm Qasr and the construction of an observation tower were cancelled, resulting in savings of \$401,700.
4. **Infrastructure repairs** 50 200
25. The total savings of \$50,200 were due to the postponement of plans to upgrade the airstrips and to the limited repair work undertaken for roads in the demilitarized zone.
5. **Transport operations** 70 700
26. Total savings of \$114,600 were realized under purchase of vehicles (\$95,400), spare parts, repairs and maintenance (\$19,200), which were offset in part by overexpenditures totalling \$43,900 under workshop equipment (\$2,300), petrol, oil and lubricants (\$30,600) and vehicle insurance (\$11,000).
27. *Purchase of vehicles.* The cost estimate was made based on the plan to replace 20 vehicles for the period from 1 July 1995 to 30 June 1996. Requisitions for the replacement of 20 vehicles were not processed, as it was anticipated that those vehicles would be transferred from UNAMIR. However, vehicles were diverted to other missions. As a result, no vehicles were purchased during the period, resulting in savings of \$95,400 under this heading.
28. *Workshop equipment.* Additional requirements of \$2,300 were due to the need to acquire these items outside the mission area at prices higher than anticipated because they were not available locally.
29. *Spare parts, repairs and maintenance.* Savings of \$19,200 resulted from delayed placement of purchase orders for spare parts with vendors.

30. *Petrol, oil and lubricants.* Actual expenditures were higher than the apportioned amount, resulting in additional requirements of \$30,600 under this heading.
31. *Vehicle insurance.* The higher than anticipated cost of insurance resulted in overexpenditures of \$11,000 under this heading.

6. Air operations 463 600

32. Total savings of \$463,600 were realized under helicopter operations (\$358,400), fixed-wing aircraft (\$126,000) and aircrew subsistence allowance (\$4,500), offset in part by an overexpenditure of \$25,300 under landing fees and ground handling.

(a) Helicopter operations 358 400

33. *Hire-charter costs.* The cost estimate was based on the rates of \$1,500 for the first 150 hours and \$700 per hour thereafter up to 30 hours per month, or \$246,000 for two Bell 212 utility helicopters. Under the new contract, which became effective in October 1995, the rates were \$818 per hour for 180 hours per month, or \$147,240 per month. The lower than estimated rates for the hiring of the helicopters and the lower actual flying hours resulted in savings of \$321,400. A comparison of the estimated and the actual hours flown by the two helicopters is shown in table 2 below.

Table 2 Estimated and actual hours flown by the two Bell 212 helicopters

Month	Estimated hours flown	Actual hours flown
January	180	183
February	180	160
March	180	136
April	180	175
May	180	179
June	180	171

34. *Aviation fuel and lubricants.* Savings of \$2,100 were attributed to lower than estimated number of flying hours.
35. *Liability and war-risk insurance.* Savings of \$34,900 were realized because the insurance cost was incorporated into the charter contract.

(b) Fixed-wing aircraft 126 000

36. *Hire-charter costs.* Provision was made for the rental of one aircraft (AN-24), which would fly 100 hours per month at the rate of \$600 per hour for the first 75 hours and at \$400 per hour thereafter for 25 hours. Actual expenditures were at the rate of \$28,540 for the first 60 hours per month and at the rate of \$180 per hour thereafter, plus \$4,100 per month for accommodation and meals for the crew. Savings of \$51,000 were realized owing to the lower than estimated rates and the lower hours flown per month. A comparison of the estimated and actual hours flown is shown in table 3 below.

Table 3 Estimated and actual hours flown by the AN-24 aircraft

Month	Estimated hours flown	Actual hours flown
January 1996	100	71.2
February	100	60.7
March	100	56.7
April	100	59.2
May	100	59.1
June	100	62.2

37. *Aviation, fuel and lubricants.* Savings of \$63,000 were due to the lower number of flying hours, as shown in table 3 above.
38. *Liability and war risk insurance.* The aircraft charter agreement provided coverage for basic war-risk insurance. The expected savings of \$17,900 were reduced because expenditures of \$5,900 were incurred for third-party liability insurance for journalists and non-United Nations personnel flying in United Nations-owned or government-leased aircraft. Actual savings amounted to \$12,000.
- (c) *Aircrew subsistence allowance* 4 500
39. Provision was made to cover accommodation costs outside Kuwait for the seven-person aircrew at the rate of \$70 per person per night for approximately 60 nights. Savings of \$4,500 were due to lower costs for hotel accommodation reimbursed to the six-person aircrew as a result of reduced flight requirements.
- (d) *Other air operations* (25 300)
40. *Landing fees and ground handling.* Provision was made for ground-handling charges in Iraq, Kuwait and Cyprus for one fixed-wing aircraft at \$3,300 per aircraft per month. Overexpenditure was due to the increase in rates effective 15 April 1996.
7. *Naval operations* —
41. No provision was made under this heading.
8. *Communications* 98 300
42. Total savings of \$98,300 were realized under communications equipment (\$47,000), spare parts and supplies (\$16,600), workshop and test equipment (\$24,500) and commercial communications (\$10,200).
- (a) *Complementary communications* 98 300
43. *Communications equipment.* Owing to the submission of requisitions at the end of June 1996 for the purchase of a digital microwave radio and multiplex equipment, these items were not procured during the period, resulting in savings of \$47,000.
44. *Spare parts and supplies and workshop and test equipment.* Some of the requisitions submitted during the first half of the year have not been finalized, resulting in savings of \$16,600 and \$24,500 respectively.
45. *Commercial communications.* Expenditures under commercial communications were lower than the resources provided, resulting in savings of \$10,200.

(b) *Main trunking contract* —

46. No provision was made under this heading.

9. Other equipment 123 700

47. Total savings of \$159,400 under office furniture (\$18,300), office equipment (\$12,000), observation equipment (\$21,600), petrol tank plus metering equipment (\$23,300), accommodation equipment (\$11,400) and spare parts, repairs and maintenance (\$72,800) were offset in part by overexpenditures totalling \$35,700 under data-processing equipment (\$18,300), medical and dental equipment (\$4,000) and miscellaneous equipment (\$13,400). Savings resulted mainly from the strict implementation of the special measures related to the financial crisis of the Organization.

48. *Data-processing equipment.* The additional requirement of \$18,300 was due to the acquisition of items such as a central processing unit, a central processing server, back-up tape drivers and internal fax modems for which no budgetary provision had been made. These items were urgently required.

49. *Miscellaneous equipment.* Additional requirements of \$13,400 were due to the acquisition of items such as an air conditioner, ovens and a telescope.

50. *Spare parts, repairs and maintenance.* Savings of \$72,800 were due to the implementation of the special measures related to the financial crisis of the Organization, as mentioned in paragraph 47 above.

10. Supplies and services 181 700

(a) *Miscellaneous services* 61 400

51. Savings totalling \$104,400 under contractual services (\$23,000), medical treatment and services (\$1,000), claims and adjustments (\$41,700), official hospitality (\$7,300) and miscellaneous other services (\$31,400) were offset in part by overexpenditures of \$43,000 under security services. The reasons provided in paragraph 44 above also apply to savings realized under supplies and services, with the exception of savings under contractual services.

52. *Contractual services.* Savings of \$23,000 were due to lower monthly contracts for support services effective in March 1996.

(b) *Miscellaneous supplies* 120 300

53. Savings totalling \$134,400 realized under sanitation and cleaning materials (\$6,000), electrical supplies (\$33,900), uniform items, flags and decals (\$21,800), field defence stores (\$38,600) and quartermaster and general stores (\$34,100) were offset in part by overexpenditures totalling \$14,100 under stationery and office supplies (\$6,300), medical supplies (\$700) and subscriptions (\$7,100).

54. *Stationery and office supplies.* Additional expenditures of \$6,300 were incurred owing to the higher consumption of reproduction materials and data-processing supplies.

55. *Medical supplies.* Actual requirements were higher than the resources provided, resulting in an overexpenditure of \$700.

56. *Sanitation and cleaning materials.* While provision was made at \$4,300 per month for all office premises and military camps, actual expenditures incurred were \$3,300 per month, resulting in savings of \$6,000.

57. *Subscriptions.* The cost of subscriptions was higher than the resources provided, resulting in an overexpenditure of \$7,100.

58. *Electrical supplies.* The repair and maintenance of electrical installations at UNIKOM headquarters, liaison offices and helicopter landing pads were also limited to immediate operational requirements, as explained in paragraph 47 above, resulting in savings of \$33,900.

59. *Uniform items, flags and decals.* Savings of \$21,800 were realized owing to the limited acquisition of these items during the period, as explained in paragraph 47 above.
60. *Field defence stores.* Owing to the implementation of the special measures mentioned in paragraph 47 above, no expenditures were incurred for field defence stores, resulting in savings of \$38,600.
61. *Quartermaster and general stores.* Savings of \$34,100 were realized as procurement of those items were limited to immediate operational requirements, as explained in paragraph 47 above.
11. **Election-related supplies and services** —
62. No provision was made under this heading.
12. **Public information programmes** —
63. No provision was made under this heading.
13. **Training programmes** 18 500
64. Training was limited to electronic data-processing/computer training for a limited number of UNIKOM staff during the period from January through March 1996, resulting in savings of \$18,700.
14. **Mine-clearing programmes** 34 200
65. No expenditures were incurred under this heading, resulting in savings of \$34,200.
15. **Assistance for disarmament and demobilization** —
66. No provision was made under this heading.
16. **Air and surface freight** 5 800
67. Reduced procurement of equipments and supplies during the period contributed to the lower requirements under freight, resulting in savings of \$5,800.
17. **United Nations Logistics Base, Brindisi** —
68. No provision was made under this heading.
18. **Support account for peacekeeping operations** —
69. No change.
19. **Staff assessment** 283 200
70. The combined average vacancy rate for international and local civilian staff was 20 per cent, as shown in annex IV, resulting in savings under this heading.
20. **Income from staff assessment** (283 200)
71. This amount is derived from item 19 above.

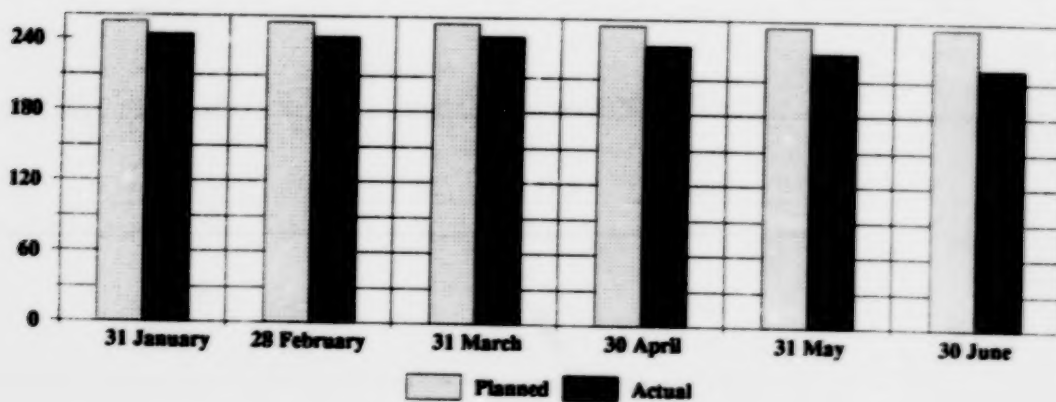
Annex III **Planned and actual deployment of civilian and military personnel for the period from 1 January to 30 June 1996**

A. Summary table

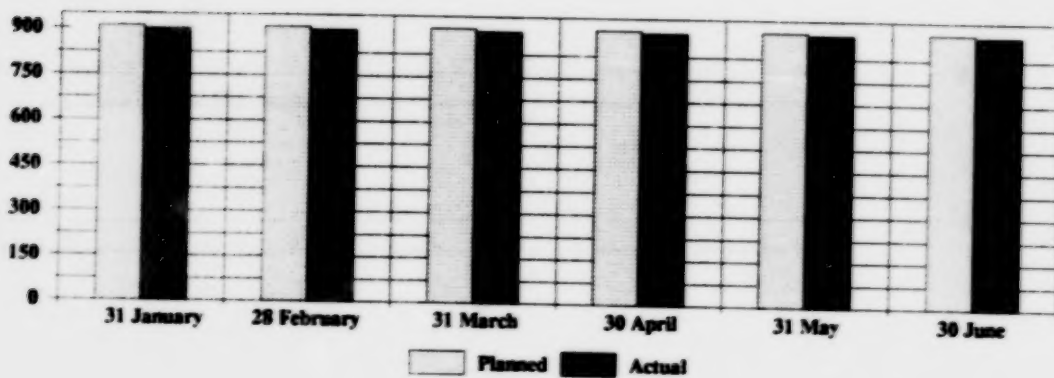
	<i>Deployment as at</i>					
	<i>31 January</i>	<i>28 February</i>	<i>31 March</i>	<i>30 April</i>	<i>31 May</i>	<i>30 June</i>
Military observers						
Planned	255	255	255	255	255	255
Actual	244	243	244	238	233	221
Difference	11	12	11	17	22	34
Military contingents						
Planned	910	910	910	910	910	910
Actual	900	900	901	902	903	903
Difference	10	10	9	8	7	7
Civilian police						
Planned						
Actual						
Difference						
International staff						
Planned	83	83	83	83	83	83
Actual	70	72	68	68	66	64
Difference	13	11	15	15	17	19
Local staff						
Planned	176	176	176	176	176	176
Actual	139	138	138	137	137	141
Difference	37	38	38	39	39	35

B. Breakdown by personnel category

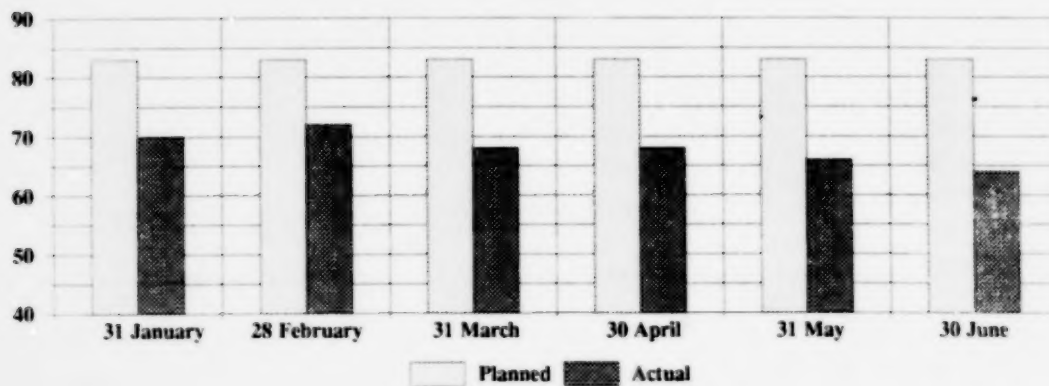
Military observers



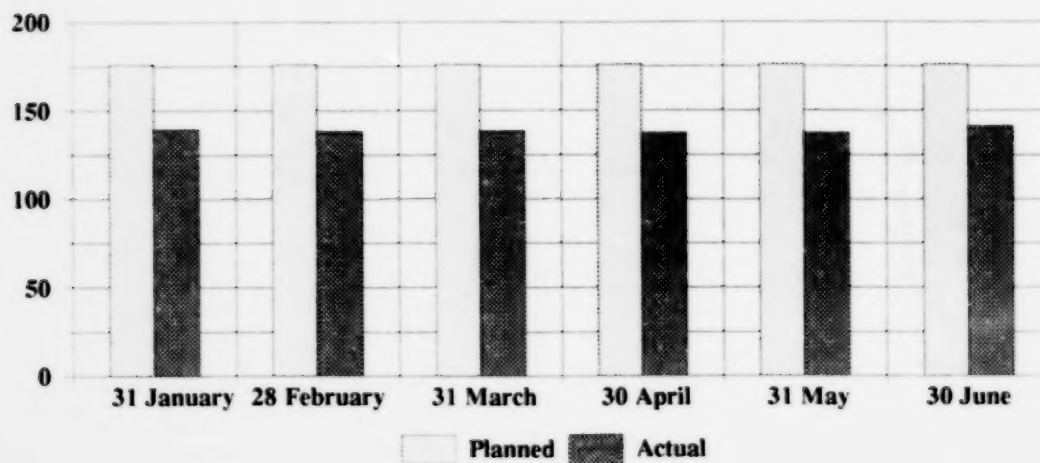
Military contingents



International staff



Local staff



Annex IV

Authorized staffing, incumbency and vacancy rate for the period from 1 January to 30 June 1996

Personnel category	Authorized as at		Actual staff on board					Average
	June	31 January	28 February	31 March	30 April	31 May	30 June	
Military personnel								
Military observers	255	244	243	244	238	233	221	237
Vacancy rate (percentage)		4	5	4	7	9	13	7
Military contingents	910	900	900	901	902	903	903	902
Vacancy rate (percentage)		1	1	1	1	1	1	
Total, military personnel	1 165	1 144	1 143	1 145	1 140	1 136	1 124	1 139
Vacancy rate (percentage)		2	2	2	2	2	4	
Civilian personnel								
Civilian police	-	-	-	-	-	-	-	-
Vacancy rate (percentage)								
International staff								
Under-Secretary-General	-	-	-	-	-	-	-	-
Assistant Secretary-General	1	1	1	1	1	1	1	1
D-2	-	-	-	-	-	-	-	-
D-1	2	1	1	1	1	1	1	1
P-5	2	2	2	2	2	1	1	2
P-4	6	4	5	5	5	6	6	5
P-3	2	2	1	1	1	1	1	1
P-2	-	-	-	-	-	-	-	-
Subtotal	13	10	10	10	10	10	10	10
Vacancy rate (percentage)		23	23	23	23	23	23	23
Field Service	45	39	39	36	37	35	33	37
General Service (Principal level)	2	2	2	2	2	2	2	2
General Service (Other levels)	19	15	17	17	16	16	16	16
Security Service	-	-	-	-	-	-	-	-
Subtotal	66	56	58	55	55	53	51	55
Vacancy rate (percentage)		15	12	17	17	20	23	17
Total, international staff	79	66	68	65	65	63	61	65
Vacancy rate (percentage)		16	14	18	18	20	23	18
Local staff	176	139	138	138	137	137	141	138
Vacancy rate (percentage)		21	22	22	22	22	20	21
United Nations Volunteers								
Vacancy rate (percentage)		-	-	-	-	-	-	-
Total, civilian personnel	255	205	206	203	202	200	202	203
Vacancy rate (percentage)		20	19	20	21	22	21	20